

PART 1951 - SERVICING AND COLLECTIONS

SUBPART C - OFFSETS OF FEDERAL PAYMENTS TO RURAL DEVELOPMENT
BORROWERS

Section 1951.103 Standards for RD initiated administrative offset.

- c. State law in Missouri does not prohibit Administrative offset after acceleration. Additionally an Administrative offset is not technically a payment rendered by the borrower. Therefore, Administrative offsets may be pursued once a loan account has been accelerated.

The Office of General Counsel has advised that application of offset payment to a borrower's account would not reinstate the loans and reacceleration would not be required.